

General Assembly

Raised Bill No. 5636

February Session, 2008

LCO No. 2043

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Referred to Committee on Planning and Development

Introduced by: (PD)

AN ACT CONCERNING RELOCATION ASSISTANCE FOR DISPLACED RETAIL BUSINESSES AND COMPENSATION FOR OUTDOOR ADVERTISING STRUCTURES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 8-268 of the 2008 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 4 (a) Whenever a program or project undertaken by a state agency or 5 under the supervision of a state agency will result in the displacement 6 of any person on or after July 6, 1971, the head of such state agency shall make payment to any displaced person, upon proper application 8 as approved by such agency head, for (1) actual reasonable expenses in 9 moving himself, his family, business, farm operation or other personal 10 property, (2) actual direct losses of tangible personal property as a 11 result of moving or discontinuing a business or farm operation, but not 12 to exceed an amount equal to the reasonable expenses that would have 13 been required to relocate such property, as determined by the state 14 agency, and (3) actual reasonable expenses in searching for a 15 replacement business or farm, provided, whenever any tenant in any

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dwelling unit is displaced as the result of the enforcement of any code 16 17 to which this section is applicable by any town, city or borough or 18 agency thereof, the landlord of such dwelling unit shall be liable for 19 any payments made by such town, city or borough pursuant to this 20 section or by the state pursuant to subsection (b) of section 8-280, and 21 the town, city or borough or the state may place a lien on any real 22 property owned by such landlord to secure repayment to the town, 23 city or borough or the state of such payments, which lien shall have the same priority as and shall be filed, enforced and discharged in the 24 25 same manner as a lien for municipal taxes under chapter 205.

- (b) Any displaced person eligible for payments under subsection (a) of this section who is displaced from a dwelling and who elects to accept the payments authorized by this subsection in lieu of the payments authorized by subsection (a) of this section may receive a moving expense allowance, determined according to a schedule established by the state agency, not to exceed three hundred dollars and a dislocation allowance of two hundred dollars.
- (c) Any displaced person eligible for payments under subsection (a) of this section who is displaced from the person's place of business or from the person's farm operation and who elects to accept the payment authorized by this subsection in lieu of the payment authorized by subsection (a) of this section, may receive a fixed payment in an amount equal to the average annual net earnings of the business or farm operation, except that such payment shall not be less than two thousand five hundred dollars nor more than ten thousand dollars. In the case of a business no payment shall be made under this subsection unless the state agency is satisfied that the business (1) cannot be relocated without a substantial loss of its existing patronage, and (2) is not a part of a commercial enterprise having at least one other establishment not being acquired by the state, which is engaged in the same or similar business. For purposes of this subsection, "average annual net earnings" means one half of any net earnings of the business or farm operation, before federal, state and local income

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taxes, during the two taxable years immediately preceding the taxable year in which such business or farm operation moves from the real property acquired for such project, or during such other period as such agency determines to be more equitable for establishing such earnings, and includes any compensation paid by the business or farm operation to the owner, the owner's spouse or the owner's dependents during such period.

(d) (1) Notwithstanding the provisions of this section, in the case of displacement of a person on or after October 1, 2007, because of acquisition of real property by a redevelopment agency pursuant to section 8-128 of the 2008 supplement to the general statutes, a development agency pursuant to section 8-193 of the 2008 supplement to the general statutes, or an implementing agency pursuant to section 32-224 of the 2008 supplement to the general statutes, pursuant to a redevelopment plan approved under chapter 130 or a development plan approved under chapter 132 or 588l, the agency shall make relocation payments as provided under the federal Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, 42 USC 4601 et seq. and any subsequent amendments thereto and regulations promulgated thereunder if payments under said act and regulations would be greater than payments under this section and sections 8-269 of the 2008 supplement to the general statutes and 8-270 of the 2008 supplement to the general statutes.

(2) In the case of acquisition of real property by a redevelopment agency pursuant to section 8-128 of the 2008 supplement to the general statutes or an implementing agency pursuant to section 32-224 of the 2008 supplement to the general statutes, payments with respect to a displaced retail business shall be adjusted to reflect any increase or decrease in good will. As used in this subsection, "good will" means the benefits that accrue to a retail business from its location, reputation for dependability, skill or quality and any other circumstances resulting in probable retention of old or acquisition of new patronage, and "location" means proximity to interstate highways, mass

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- transportation, pedestrians and traffic volume, visibility and available 82 83 surface parking.
- 84 Sec. 2. Section 8-273a of the 2008 supplement to the general statutes 85 is repealed and the following is substituted in lieu thereof (Effective 86 from passage):
 - (a) Notwithstanding any other provisions of the general statutes, [to the contrary,] whenever the Commissioner of Transportation undertakes the acquisition of real property on a state or federallyfunded project which results in any person being displaced from his home, business, or farm, the Commissioner of Transportation is hereby authorized to provide relocation assistance and to make relocation payments to such displaced persons and to do such other acts and follow procedures and practices as may be necessary to comply with or to provide the same relocation assistance and relocation payments as provided under the federal Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, 42 USC 4601 et seq. and any subsequent amendments thereto and regulations promulgated thereunder.
 - (b) (1) Whenever the Commissioner of Transportation acquires an outdoor advertising structure or a lease of an outdoor advertising structure is terminated as part of a condemnation proceeding under any provisions of the general statutes, the amount of compensation to the owner of the outdoor advertising structure shall [include either (A) payment for relocation costs incurred by such owner, or (B) the amount] be determined in accordance with subdivision (2) or (3) of this subsection. For purposes of this section, the fair market value of the outdoor advertising structure shall be determined by the income capitalization method.
- 110 (2) If the owner (A) is able to obtain, within one year of acquisition by the commissioner or any additional period to which the owner and 112 the commissioner both consent, all state and local permits necessary 113 for relocation of the outdoor advertising structure to another site in the

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- Standard Metropolitan Statistical Area, as designated in the federal census, in which the outdoor advertising structure is located, and (B)
- such site was not previously offered for sale or lease to the owner of
- the outdoor advertising structure, then the commissioner shall pay to
- the owner the replacement cost of the outdoor advertising structure,
- 119 plus the fair market value of such outdoor advertising structure less
- the fair market value of the outdoor advertising structure at the new
- 121 site.
- (3) If the owner (A) is unable to obtain, within one year of acquisition by the commissioner or any additional period to which the owner and the commissioner both consent, all state and local permits necessary for relocation to another site in the same Standard Metropolitan Statistical Area, as designated in the federal census in which the outdoor advertising structure is located, or (B) such site was previously offered for sale or lease to the owner of the outdoor
- 129 advertising structure, the commissioner shall pay the fair market value
- of the outdoor advertising structure the commissioner has acquired.
- 131 The owner shall provide to the commissioner written documentation
- sufficient to establish that all state and local necessary permits cannot
- 133 be obtained for relocation within one year of acquisition or any
- additional period to which the owner and the commissioner both
- consent or that the only available relocation sites have been previously
- offered for sale or lease to the owner.
- 137 (4) Any person aggrieved by determination of the amount of 138 compensation paid under this subsection may appeal to the State
- 139 Properties Review Board.
- 140 (5) The provisions of this subsection shall not be construed to 141 authorize any action that is found to violate the provisions of 23 USC
- 142 131 or 23 CFR 750 or the terms of an agreement entered into by the
- 143 Commissioner of Transportation with the Secretary of Commerce
- pursuant to subsection (b) of section 13a-123.
- Sec. 3. Section 8-13a of the general statutes is repealed and the

146 following is substituted in lieu thereof (*Effective October 1, 2008*):

- (a) When a building is so situated on a lot that it violates a zoning regulation of a municipality which prescribes the location of such a building in relation to the boundaries of the lot or when a building is situated on a lot that violates a zoning regulation of a municipality which prescribes the minimum area of the lot, and when such building has been so situated for three years without the institution of an action to enforce such regulation, such building shall be deemed a nonconforming building in relation to such boundaries or to the area of such lot, as the case may be.
- (b) When a use of land or building (1) is on a parcel that is fifteen or more acres, (2) is included in industry numbers 1795, 2951, 3272 or 4953 of the Standard Industrial Classification Manual, United States Office of Management and Budget, 1987 edition, (3) is not permitted by the zoning regulations of a municipality, (4) has been established and continued in reasonable reliance on the actions of the municipality, and (5) has been in existence for twenty years prior to July 8, 1997, without the institution of court action to enforce the regulations regarding the use, such use shall be deemed a legally existing nonconforming use and may be continued. Nothing in this subsection shall be construed to exempt such use from the requirements of the general statutes or of any other municipal ordinance.
- (c) The zoning commission shall not require the removal or alteration of a nonconforming structure as a condition for the issuance or continuation of an approval under the zoning unless such removal or alteration is necessary to achieve the development or redevelopment of the property on which the structure is located in accordance with a redevelopment plan approved under chapter 130 or a development plan approved under chapter 132 or 588*l*.

This act shall take effect as follows and shall amend the following sections:

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Section 1	from passage	8-268
Sec. 2	from passage	8-273a
Sec. 3	October 1, 2008	8-13a

Statement of Purpose:

To compensate displaced retail businesses for lost good will and to revise compensation for outdoor advertising.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]